



SMALL BUSINESS INCUBATOR TAX CREDIT PROGRAM

To generate private funds to be used to establish a “protective business environment” (incubator) in which a number of small businesses can collectively operate, fostering growth and development during a business’ start-up period.

AUTHORIZATION

Section 620.495, RSMo

ELIGIBLE AREAS

Statewide

ELIGIBLE DONORS

Individuals and businesses with Missouri State tax liability.

PROGRAM BENEFITS/ELIGIBLES

This 50% tax credit can be applied to:

- Ch. 143 – Income tax, excluding withholding tax
- Ch. 147 – Corporate franchise tax
- Ch. 148
 - Bank Tax
 - Insurance Premium Tax
 - Other Financial Institution Tax

This credit’s special attributes:

- Carry forward 5 years
- Sellable or transferable (75¢ minimum)

FUNDING LIMITS

The maximum amount of tax credits which can be authorized is \$500,000 per calendar year.

APPLICATION/APPROVAL PROCEDURE

Sponsor

An incubator sponsor must apply to the Department of Economic Development for designation as an approved incubator. DED reviews and approves applications based on the following criteria:

- Ability of the sponsor to carry out the provisions of 620.495, RSMo;
- Economic impact of the incubator on the community;
- Conformance with area-wide and local economic development plans, if they exist; and
- Location of the incubator (encouraging geographic distribution of incubators throughout the state).

Contributor

Any taxpayer, including non-for-profit corporations, except those that benefit directly from General Revenue such as Public Universities, may be a contributor. Applications can be submitted to DED year-round. Decisions will be made on a first-come, first-served basis, based on the annual amount of tax credits allocated to an approved incubator.

CONTACT

Missouri Department of Economic Development

Division of Business and Community Services

301 West High Street, Room 770 • P.O. Box 118

Jefferson City, MO • 65102

Phone: 573-526-6708

E-mail: community@ded.mo.gov

Web: www.ded.mo.gov